

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**SB 291 – HB 404**

March 8, 2011

**SUMMARY OF BILL:** Authorizes county governments to adopt local preference purchasing policies. When based on price, the amount of preference given to local vendors can not exceed one percent.

**ESTIMATED FISCAL IMPACT:**

**Other Fiscal Impact – Counties electing to implement a local preference purchasing policy may experience an unknown permissive increase to local expenditures as a result of utilizing local vendors to procure goods and services. Counties may also experience an unknown increase in local revenue from local option sales taxes as a result of utilizing local vendors to procure goods and services.**

Assumption:

- It is unknown how many county governments will adopt a local preference purchasing policy, the amount of percentage preference applied, and to how many purchases a preference policy would apply.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink, reading "James W. White".

James W. White, Executive Director

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